STAFF REPORT ON COMPLIANCE WITH VOLUNTARY PROCUREMENT AND EMPLOYMENT CONDITIONS 3RD QUARTER, 1998

Prepared for November 17, 1998, Board Meeting

This report illustrates riverboat gaming licensees' compliance with the voluntary procurement and employment conditions proposed in their respective applications.

These conditions were proposed by each of the applicants who received licenses to operate riverboat casinos in the State of Louisiana.

The Louisiana Riverboat Economic Development and Gaming Control Act provides for fifteen riverboat casinos to operate in the State of Louisiana. As of this date of this report, thirteen riverboat casinos are currently operating in the State of Louisiana.

This report is taken from figures reported by thirteen operating riverboats to the Louisiana Gaming Control Board for the third calendar quarter of 1998. Approximately, 15,566 people were employed by the riverboat industry for the 1998 third calendar quarter. Of that number, 15,265 were Louisiana residents, 8,770 were minorities and 8,779 were women.

Where the application did not set forth a specific procurement or employment figure, but instead relied on census figures to state the proposed goals, 1990 census figures have been supplied to illustrate that licensee=s level of compliance.

1. LOUISIANA RIVERBOAT GAMING PARTNERSHIP: (Isle of Capri Casino)

Preliminary Approval: March 12, 1993 Operations commenced: April 22, 1994

A. <u>Voluntary Conditions:</u>

- a. Hire 75% Louisiana residents.
- b. Hire 24.3% minorities and women or in proportion with the population of state or parish, whichever is greater.
- c. Hire 770 persons in riverboat and support operations.

- a. Procure 75% of goods and services from or through Louisiana companies, excluding Riverboat construction and purchase of gaming devices and supplies.
- b. Procure 10% and 10% of goods and services from minority and women majority-owned firms.

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total	1,264
Louisiana	98.26%
Minority	60.52%
Female	58.47%

ii. Procurement Results:

Total La.	66.38%
Minority	13.66%
Female	27.01%

C. <u>1990 Statewide censu</u>s results:

Minority Percentage: 34.76% Female Percentage: 51.86%

2. RED RIVER ENTERTAINMENT OF SHREVEPORT PARTNERSHIP IN COMMENDAM: (Harrah's Shreveport)

Preliminary Approval: March 12, 1993 Operations commenced: April 18, 1994

A. Voluntary Conditions:

i. Employment Conditions:

a. Hire 80% Louisiana residents.

- b. Hire minorities and women in proportion
- c. Hire 700 persons in riverboat and support

- a. Procure 60% of goods and services from or gaming devices and supplies.
- b. Procure 25% of goods and services from
- c. Procure 10% of goods and services from

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30,1998</u>

i. Employment Results:

Total 1,355 Minority 79.3% Female 58.7%

ii. Procurement Results:

Total La. 66.2% (44.9% with construction)

Female 22%

C. <u>1990 Statewide census results:</u>

Minority Percentage: 34.76% Female Percentage: 51.86%

3. PLAYERS LAKE CHARLES, INC.: (Players III)

Preliminary Approval: March 12, 1993 Operations commenced: December 8, 1994

A. <u>Voluntary Conditions:</u>

- a. Hire 75% Louisiana residents.
- b. Hire minorities and women in proportion
- c. Hire 800 persons in riverboat and support

- a. Procure 60% of goods and services from or gaming devices and supplies.
- b. Procure 10% (minorities) and 9% (female)

construction period.

c. Procure 5% (minorities) and 5% (female) of

period.

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 1,120 Louisiana 97.6% Minority 53% Female 53%

ii. Procurement Results:

Total La. 93.01% Minority 12.16% Female 9.07%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

4. SHOWBOAT STAR PARTNERSHIP: (Star Casino)

Preliminary Approval: March 26, 1993 Operations commenced: October 24, 1994

A. Voluntary Conditions:

i. Employment Conditions:

a. Hire 75% Louisiana residents.

- b. Hire minorities and women proportion to whichever is greater.
- c. Hire 800 persons in riverboat and support

- a. Procure 80% of goods and services from or gaming devices and supplies.
- b. Procure 10% and 10% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 579 Louisiana 98.1% Minority 50% Female 55%

ii. Procurement Results:

Total La. 75.78% Minority 28.81%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

5. HORSESHOE ENTERTAINMENT, A LOUISIANA LIMITED PARTNERSHIP:

(The Horseshoe)

Preliminary Approval: March 26, 1993 Operations commenced: July 9, 1994

A. <u>Voluntary Conditions:</u>

i. Employment Conditions:

a. Hire 75% Louisiana residents.

- b. Hire 45% minorities and women or in proportion to the population of the state or parish, whichever is greater.
- c. Employ 1000 persons in riverboat and

- a. Procure 75% of goods and services from or gaming devices and supplies.
- b. Procure 35% and 35% of goods and services
- B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 2,803 Louisiana 98% Minority 59% Female 59%

ii. Procurement Results:

Total La. 74% Minority 11% Female 12%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

6. LOUISIANA-I GAMING D/B/A LOUISIANA GAMING ENTERPRISES, LTD.: (Boomtown Casino)

Preliminary Approval: June 18, 1993 Operations commenced: August 5, 1994

A. Voluntary Conditions:

- a. Hire 90% Louisiana residents.
- b. Hire minorities and women in proportion to
- c. Employ 550 persons in riverboat and

- a. Procure 80% of goods and services from or gaming devices and supplies.
- b. Procure 15% and 15% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 1,239 Louisiana 99.8% Minority 46.7% Female 60.2%

ii. Procurement Results:

Total La. 97.88% Minority 4.44% Female 14.50%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

7. CATFISH QUEEN PARTNERSHIP/JAZZ ENTERPRISES, INC: (Belle of Baton Rouge)

Preliminary Approval: March 26, 1993 Operations commenced: September 30, 1994

A. Voluntary Conditions:

i. Employment Conditions:

a. Hire 90% Louisiana residents.

- b. Hire minorities and women in proportion to
- c. Employ 800 persons in riverboat and

- a. Procure 75% of goods and services from or gaming devices and supplies.
- b. Procure 15% and 15% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total	749
Louisiana	98.93%
Minority	57.82%
Female	51.4%

ii. Procurement Results:

Total La.	77.05%
Minority	18.40%
Female	17.59%

C. <u>1990 Statewide census results:</u>

Minority Percentage: 34.76% Female Percentage: 51.86%

8. TREASURE CHEST CASINO, L.L.C.: (Treasure Chest)

Preliminary Approval: June 18, 1993 Operations commenced: September 5, 1994

A. Voluntary Conditions:

- a. Hire 80% Louisiana residents.
- b. Hire minorities and women in proportion to
- c. Employ 500 persons in riverboat and

- a. Procure 75% of goods and services from or gaming devices and supplies.
- b. Procure 15% and 15% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

September 30, 1998

i. Employment Results:

Total 1,321 Louisiana 99.55% Minority 39.29% Female 48.75%

ii. Procurement Results:

Total La. 85.72% Minority 18.15% Female 16.83%

C. <u>1990 Statewide census results:</u>

Minority Percentage: 34.76% Female Percentage: 51.86%

9. LOUISIANA CASINO CRUISES, INC.: (Casino Rouge)

Preliminary Approval: March 26, 1993 Operations commenced: December 28, 1994

A. <u>Voluntary Conditions:</u>

i. Employment Conditions:

- a. Hire 80% Louisiana residents.
- b. Hire minorities and women at 30% and 35%

greater.

c. Employ 600 persons in riverboat and

- a. Procure 80% of goods and services from or through Louisiana companies, excluding
- b. Procure 10% and 10% of the total cost

firms during the re-opening phase. During the postphase, to procure 10% cost of goods and and women suppliers construction opening operating and 10% of the total services from minorities (respectively) majority owned and firms.

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 951 Louisiana 99.05% Minority 55.73% Female 53.10%

ii. Procurement Results:

Total La. 86% Minority 6.72% Female 4.21%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

10. BELLE OF ORLEANS, L.L.C.: (The Belle of Orleans)

Preliminary Approval: June 18, 1993 Operations commenced: July 7, 1995

A. <u>Voluntary Conditions:</u>

- a. Hire 70% Louisiana residents.
- b. Hire minorities and women in proportion whichever is greater.
- c. Hire 400 persons in riverboat and support

- a. Procure 80% of goods and services from or gaming devices and supplies.
- b. Procure 30% of goods and services from
- c. Procure 10% of goods and services from

B. Actual Results per Quarterly Reports supplied by Riverboats:

September 30, 1998

i. Employment Results:

Total 901 Louisiana 97% Minority 69% Female 56%

ii. Procurement Results:

Total La. 64% Minority 27.03% Female 4.40%

C. <u>1990 Statewide census results:</u>

Minority Percentage: 34.76% Female Percentage: 51.86%

11. ST. CHARLES GAMING COMPANY, INC. (Isle of Capri - Lake Charles)

Preliminary Approval: June 18, 1993 Operations commenced: July 29, 1995

A. <u>Voluntary Conditions:</u>

i. Employment Conditions:

- a. Hire 75% Louisiana residents.
- b. Hire minorities and women in proportion
- c. Hire 650 persons in riverboat and support

ii. Procurement Conditions:

- a. Procure 60% of goods and services from or
- b. Procure 10% and 10% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

<u>September 30, 1998</u>

i. Employment Results:

Total 1,291 Louisiana 89.1% Minority 52.36% Female 57.47%

ii. Procurement Results:

Total La. 90.12% Minority 26.23% Female 22.19%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

12. **GRAND PALAIS RIVERBOAT, INC.** (Isle of Capri - Lake Charles)

Preliminary Approval: June 18, 1993 Operations commenced: July 12, 1996

A. <u>Voluntary Conditions:</u>

- a. Hire 90% Louisiana residents.
- b. Hire minorities and women in proportion
- c. Hire 520 persons in riverboat and support

- a. Procure 90% of goods and services from or
- b. Procure 10% and 8% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

September 30, 1998

i. Employment Results:

Total 616 Louisiana 90.4% Minority 37.18% Female 61.20%

ii. Procurement Results:

Total La. 62.43% Minority 14.33% Female 5.70%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%

13. CRESCENT CITY CAPITAL DEVELOPMENT CORP. (Casino Magic - Bossier City)

Preliminary Approval: June 18, 1993 Operations commenced: October 4, 1996

A. Voluntary Conditions:

- a. Hire 80% Louisiana residents.
- b. Hire minorities and women in proportion

c. Hire 775 persons in riverboat and support

ii. Procurement Conditions:

- a. Procure 80% of goods and services from or
- b. Procure 10% and 10% of goods and services

B. Actual Results per Quarterly Reports supplied by Riverboats:

September 30, 1998

i. Employment Results:

Total 1,377 Louisiana 98.2% Female 56.4% Minority 58.8%

ii. Procurement Results:

Total La. 61.5% Minority 3.6% Female 10.7%

C. 1990 Statewide census results:

Minority Percentage: 34.76% Female Percentage: 51.86%